

CONFIDENTIAL
Security Information

IAC-M-130
24 November 1953

Approval of Minutes
(IAC-M-129, 17 November)

1. Action: Approved, subject to the deletion of the word "printed" in the penultimate line of paragraph 1.

Probable Short-Term
Developments in
French Policy
(NIE-63/1)

2. Action: Approved, as amended.

Budgetary Analysis of
Intelligence Programs

3. Action: Agreed (a) that the ad hoc committee constituted to develop a classification system should also consider the other methods of review suggested by the Bureau of the Budget, as well as the Bureau's stated objectives, in order to make them as meaningful and precise as possible; (b) that it would be desirable that the Bureau not approach the Office of the Secretary of Defense until the action in (a) had been completed and the Bureau provided with the IAC's guidance.

4. Discussion: Colonel Lansing said he had discussed this subject with Mr. Garlock, the Deputy Comptroller (Budget)/OSD, who felt that the Bureau would better serve its purposes by consulting with members of the Comptroller's staff. General Samford suggested that this not be done until the IAC and its ad hoc committee had devoted their best efforts to refining the Bureau's proposal and suggested methods of proceeding. In this connection, he pointed out that the Bureau is obliged to view the problem in its entirety, whereas the Department of Defense can look authoritatively at only the services' aspects.

"Safeguarding Official
Information"
(E.O. 10501, effective
15 December 1953)

5. Discussion: General McClure detailed how the prospective elimination of the classification "Restricted" created major

CONFIDENTIAL
Security Information

IAC-M-130
24 November 1953

problems in five fields of importance to G-2: training and technical material, the foreign exchange program, industrial security, communications, and relations with NATO and U.S. allies. He suggested that, if the effects were as serious in other agencies, the IAC might recommend a change in the Order to permit continued classification of relatively permanent material as "Restricted." It was brought out by discussion that State, FBI, AEC and CIA are not nearly so adversely affected as the military agencies. Mr. Dulles offered to speak favorably to this matter, including mentioning the IAC discussion, at the NSC in the event the Secretary of Defense brought the matter before the Council.

/Secretary's Note:

G-2 has proposed that since it is impossible to release certain NIS sections to SHAPE (as authorized in IAC-D-45/21.1) and also observe the restrictions (see IAC-D-45/8, 45/20 and 45/21), no further action be taken to implement this release, originally requested by G-2 (IAC-D-45/5). This proposal will not be reconsidered except upon request of a member agency.]

25X1A

IAC-M-130
24 November 1953